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Via ECF

Hon. Cathy Seibel The Hon. Charles L. Brieant Jr. Federal Building and Courthouse 300 Quarropas Street White Plains, NY 10601-4150

Re: Hudson Private LP v. Bron Studios USA, Inc., et al., No. 7:21-cv-08259-CS

Dear Judge Seibel:

As counsel for plaintiffs Hudson Private LP and Hudson Private Corp. (collectively, "Plaintiffs"), we write in compliance with the Court's directive to: (a) provide authority for the proposition that one defendant should be responsible for the entirety of the attorneys' fees; or (b) reasonably apportion the fees attributable to defendant Creative Wealth Media Finance Corp. ("Defendant").

"The allocation of fee liability is a matter committed to the district court's discretion." *Koster v. Perales*, 903 F.2d 131, 139 (2d Cir. 1990) (partially abrogated on other grounds by *Buckhannon Bd. and Care Home, Inc. v. West Virginia Dept. of Health and Human Resources*, 532 U.S. 598 (2001)). In determining how to allocate attorneys' fees, "district courts have appropriately considered a variety of factors ... including the relative culpability of the parties ... and the proportion of time spent litigating against each defendant." *Id.* "[T]he district court may allocate the fee award between the responsible parties, ... or it may hold the responsible parties jointly and severally liable for the fee award." *Id.* Accordingly, "although apportionment may in some cases be a more equitable solution, there is no rule in this circuit that requires it whenever possible." *Id.*

Here, Plaintiffs' claims essentially pertain to five film loans: (1) Hudson LP's loan to Defendant for "Fonzo" (for which Hudson LP seeks \$4,067,724.94 in damages, and for which there is *no prevailing party's fees clause*); (2) Hudson LP's loan to Defendant for "Greyhound" (for which Hudson LP seeks \$1,679,095.07 in damages); (3) Hudson LP's loan to Defendant for "Harry Haft" (for which Hudson LP seeks \$7,116,964.54 in damages); (4) Hudson LP's loan to Defendant for "Bombshell" (for which Hudson LP seeks \$5,721,331.05 in damages); and (5) Hudson Corp.'s loan to Defendant for "Bombshell" (for which Hudson Corp. seeks \$8,197,260.27 in damages).

The record demonstrates that the balance of Plaintiffs' time was devoted to activities involving Defendant and its co-defendants jointly, including drafting the Amended Complaint and opposing various motions to dismiss. Therefore, Defendant can be held liable for *all* of Plaintiffs' legal fees.

See Rai v. WB Imico Lexington Fee, LLC, No. 09-cv-9586, 2017 WL 1215004, at *8 (S.D.N.Y. Mar. 31, 2017).

However, as noted above, there is no prevailing party's fees clause applicable to Hudson LP's claim, in the amount of \$4,067,724.94, for damages regarding "Fonzo" and such amount is approximately 13% of the \$31,393,769.28, in aggregate, sought by Plaintiffs here. Hence, the Court should reduce \$154,046.23 in attorneys' fees and expenses sought by Plaintiff by 13%, to \$134,020.22.

Respectfully submitted,

/s/ Kevin Fritz

Cc: All Counsel of Record (via ECF)
Jason Cloth (via email)

By my calculation, Plaintiffs are seeking a total of \$26,782,375.90 (not \$31,393,769.28). The \$4,067,724.94 from Hudson LP's claim on Fonzo is about 15% of that total, so I will reduce the fee award by to \$130,939, which is 15% less than the total fees incurred of \$154,046.23.

SO ORDERED.

3/20/24

CATHY SEIBEL, U.S.D.J.